

5. DAAS MOV response procedures for activities prescribed in paragraph D.2., this chapter, are contained in paragraph K., this chapter.

I. FOLLOWUP ON UNACKNOWLEDGED CYCLIC VALIDATION REQUESTS

1. Supply sources will initiate followup action on scheduled validation when no acknowledgment of the request documents is received. The followup will be in the MOV control document format (appendix C24) utilizing DI ANZ. The followup will be accompanied by duplicates of the original detail request documents and will be transmitted 30 days from the cutoff date of the validation requests. If no acknowledgment of the followup is received and no response is received by the response due date, the affected materiel obligations (except for fleet units) will be canceled.

2. When acknowledgment of receipt of requests is not received from fleet units (ships and squadrons as indicated by the in-the-clear activity address), a duplicate of the followup MOV control document(s) (DI ANZ) will also be furnished to the appropriate fleet type commander, the activity indicated by the entry in rp 54.

J. PERFORMANCE OF THE VALIDATION AND RECONCILIATION

1. It is mandatory that the recipient of validation requests (either scheduled or special) conduct an item-by-item review with the user to determine continued need for each item, the quantity involved, and the PD of the requirement. A perfunctory review, or a routine response that all materiel obligations are still required, is a waste of time and effort on the part of all activities. Such cursory reviews do not improve supply support. Items which are identified in the requests but are not contained on the records of the recipient of the request will also be furnished to the user for validation. Items which are contained on the records of recipients of the validation requests and which meet the overage criteria but are not covered by a request will, likewise, be validated with the user.

2. The recipient of validation requests will match the items recorded as materiel obligations at the supply source with the records of unfilled demands to determine and take action to bring the two records into agreement.

3. Requisitioning activities may request status of any items which are outstanding to the requisitioner, having met the age criteria, and

not included with the scheduled validation requests. When such status is desired, the requisitioning activity will furnish the supply source with the normal followup document in the DI AF or AT series.

K. RESPONSES TO MATERIEL OBLIGATION VALIDATION REQUESTS

1. Responses to special validation requests will be accomplished by message in the format shown in appendix A17. The message responses will contain the document number of the demand as contained in the validation request message, the stock or part number, the valid PD, and the quantity required for continuation as a materiel obligation. The message response will also contain any quantities of materiel received by requisitioning activities prior to preparation of the response. The responses will serve to advise whether materiel obligations should be canceled or requirements still exist (and the item should be continued as a materiel obligation). The message responses to the special validation requests will be accomplished in time to meet the "request reply by" date as contained in the validation request message.

2. Upon completion of an MOV, as required by receipt of scheduled validation request transactions, a DI AP response (format shown in appendix C26) for each DI AN request transaction (or requisition on the listing) will be furnished to the supply source which submitted the requests. Services/Agencies have the option to allow their activities to use the DI AP8 transaction (appendix C51) to respond to MOV requests which have been verified as valid and the quantity field remains unchanged. The DI AP8 transaction will not be generated until all changes relating to the applicable MOV cycle have been made. Responses will be submitted to the supply source by the reply due date shown in the request transactions. The requisitioners will indicate the action to be taken on each scheduled MOV request as follows:

a. The quantity field of the DI A1? response document will indicate the quantity still required. If total cancellation is desired, the quantity field will be zero filled.

b. Whenever a requirement is to be retained as a materiel obligation and the PD or RDD/RDP changes due to reassessment of requirements, a requisition modifier (DI AM) will be prepared to reflect the revised PD/RDD/RDP. The requisition modifier document in this instance will be prepared by originating activities completing all prescribed data element entries for requisitions and reflecting the upgraded or downgraded PD/RDD/RDP.

3. Transmittal of DI AP_responses will be as follows:

a. DI AP_responses will be transmitted via AUTODIN whenever the validating activity has access to an AUTODIN terminal with data pattern (machine-readable) transmitting capability.

b. An MOV control document is not required with DI AP_responses returned by mail or AUTODIN. DI AP_responses will be transmitted as individual documents or small batches and as early as practical after validation. Accumulation of DI AP_documents for large or one-time transmission is not required and is to be discouraged. Prompt transmission of DI AP_documents will preclude shipment/release of items no longer needed.

c. Validating activities without the capability to produce machine-readable may respond to scheduled validation requests by returning all requests under a letter of transmittal to the supply source. In these instances, the letters of transmittal will indicate those items required to be continued as materiel obligations and the validated PD, or those items required to be canceled or the DI AP_documents will be annotated and returned in two batches; one containing those items to be continued and the other those items for cancellation.

d. Fleet units mailing responses to CONUS supply sources will report such mailing by message to the supply source if documents are mailed less than 20 days before the reply due date contained in the scheduled validation request.

4. DAAS will utilize the DI AP8 transaction (appendix C51) to provide responses to the DI AN_transactions received for activities using the procedure outlined in paragraph D.2., this chapter. In addition, DAAS will generate DI AP9 transactions (Receipt Confirmation for MOV Requests) for these same activities.

5. DAAS will provide appropriate DI AP_responses to the respective supply source for each DI AP8 transaction received. DAAS will process the DI AP8 no earlier than 7 days after receipt, but no later than the last day of the cycle.

6. DAAS will utilize the DI AN history file to generate appropriate DI AP_responses for the activity identified in the DI AP8 transaction.

7. Requisitioning activities in receipt of confirmed cancellations (Status Code BS), as a result of the MOV program, may request reinstate

ment of their canceled requisitions for a period not to exceed 60 days following the transaction date (rp 62-64) of the BS cancellation. Reinstatement of canceled requisitions will be accomplished online-- off-line reinstatement requests will not be honored. When reinstatement is required, the requisitioner will furnish the supply source a DI Code APR transaction, MOV Reinstatement Request, for the quantity required, in the format shown in appendix C48. The quantity reinstated may be equal to or less than the quantity canceled. The quantity reinstated shall not exceed the quantity canceled.

L. SUPPLY SOURCE CANCELLATION OF MATERIEL OBLIGATIONS

1. Supply sources in accomplishing cancellations resulting from MOV procedures will initiate efforts to stop storage and transportation actions under chapter 3.

2. Supply sources will cancel materiel obligations:

a. When no reply to a special validation message request has been received by the reply due date.

b. When requisitioner has not acknowledged receipt of the scheduled validation request documents (or the fleet unit /type commander has not requested temporary suspension of cancellation actions pending final response) and no DI AP_ responses are received by the response due date.

c. When receipt of validation requests has been acknowledged but no DI AP_ response has been received relative to specific items submitted for validation. In these instances, receipt of a followup document during the validation cycle will not preclude cancellation action.

d. Upon receipt of cancellation requests from requisitioning activities. When there is no record of the item as a materiel obligation, the validation response will be matched with the RHF to determine the current status of the item. If the item is in an inprocess state, effective action must be taken to stop the flow of unneeded materiel. All supply sources will strive to attain the DoD objective of taking all feasible action to preclude shipment from the depot, the POE, or the vendor (in the instance of purchase actions) . Based on action taken, the requisitioning activity will be provided with appropriate supply or shipment status.

3. The supply source will furnish, to the activities for which validation requests were submitted, a supply status document containing Status Code BR or BS, as appropriate, for each item canceled as a result of the validation actions.

4. Supply sources in receipt of scheduled' validation response documents, intended for other supply sources, will immediately forward the documents via air mail to the activity designated by the RI.

5. Supply sources may contact requisitioning activities to determine desired actions applicable to erroneous response documents, if time permits. Should time not permit the supply source to contact the requisitioning activities, the items concerned with the erroneous documents will be retained as a materiel obligation, until clarification is obtained.

6. The S/A of the activity initiating a cancellation request or failing to respond to DI AN_ validation requests will be charged with (1) transportation costs for returning the materiel to depot storage and (2) procurement and termination costs when it is determined that termination is in the best interest of the Government. Specific instructions concerning materiel transportation charges and credit allowances are contained in the DoD Manual 7220.9-M (reference (z)), DoD Directive 7420.1 (reference (aa)), DoD Instruction 7420.12 (reference (bb)), and MILSTAMP (reference (p)).

M. MATERIEL OBLIGATION REINSTATEMENT

1. Supply sources will reinstate supply action on requisition (s) for which a DI APR transaction has been received if the requisition was canceled with Status Code BS within the last 60 days. Reinstatement of the requisition will be for the quantity in the DI APR transaction which may be equal to or less than the original canceled quantity. If the reinstatement quantity of the DI APR transaction is greater than the quantity canceled in the DI AE_ transaction, Status Code BS, only the quantity in the DI AE_ transaction, Status Code BS, will be reinstated. Only the quantity exceeding the BS quantity will be rejected. The DI APR transaction should be prepared using the DI AE_ transaction (Status Code BS) as a basis to ensure that the correct suffix code is included. The advice code from the original requisition must be perpetuated in the DI APR transaction or the advice code will be treated as blank. The DI APR transactions will be rejected using DI AE_ (Status Codes DK, DL, and DM_) for the following reasons:

a. Received over 60 days after the DI AE_ (Status Code BS) transaction date,

b. No record of a DI AE_ transaction (Status Code BS) ,

c. Requests for reinstatement of a quantity larger than that which was canceled. The quantity canceled is shown in rp 25-29.

2. When the DI APR transaction is received by the SOS, the latest supply status will be furnished the status eligible recipients.

SECTION II - MILITARY ASSISTANCE PROGRAM GRANT AID

N. GENERAL

This part prescribes policies and procedures for the validation of ICP materiel obligation records with the records of Service ILCO maintaining SAO program control and for the validation of the continuing need at the Grant Aid country level for overage demands. The purpose is twofold: (1) the reconciliation of records and (2) the validation of need.

O. SCHEDULE FOR CYCLIC VALIDATION OF MATERIEL OBLIGATIONS

The annual schedule of cyclic validation in support of MAP Grant Aid materiel obligations is shown in figure 7-2.

P. MILITARY ASSISTANCE PROGRAM MATERIEL OBLIGATION VALIDATION REQUEST ACTION

1. Supply sources will provide the ILCO with validation request documents applicable to aged materiel obligations for Grant Aid requirements. The validation request documents will be provided to the ILCO by the supply sources using schedules for validating aged Grant Aid materiel obligations established by the ASD (P&L) .

2. Materiel obligations are defined as that portion of the quantity requisitioned which is not immediately available for issue to the requisitioners and/or is recorded as a commitment for future issue of stocked items. This includes commitments for direct delivery from vendors. The validation request documents will be produced from the

supply source records of materiel obligations for which the requisition document number dates are aged to 180 days or more at the time of the established validation cutoff. Materiel obligations selected for validation, having met the aforementioned age criterion, will be those which are assigned Supply Status Codes BB, BC, BD, and BV. The quantities shown on the validation request documents will reflect the unfilled quantities only of the indicated items which are maintained as materiel obligations at the supply sources. The validation request documents will be prepared under the format contained in appendix C23.

3. Service implementation of these procedures will specify whether the listings of validation request documents will or will not be furnished to the ILCO of that Service with the documents. Each Service desiring that its ILCO receive listings with the validation request documents will so advise the supplying S/A headquarters.

4. The machine listings, when required, will be prepared in sequence by Service (rp 30), country (rp 31-32) , and document number, major to minor, and reflect subtotal document count by country (rp 31-32) and grand total for the listing. The validation requests, with listings when desired, will be airmailed to the ILCO designated in rp 54 of the original requisition. However, supply sources may elect to forward the request documents and lists by routine mail, in lieu of airmail, in instances where the ILCO is geographically close to the supply source. Scheduled MOV validation request documents will be transmitted not later than 10 days after the established cutoff date. Transmission will be by AUTODIN, when feasible, under the procedure specified in section I, paragraph H., of this chapter.

5. The supply source will follow up on the appropriate ILCO when no acknowledgment of the validation request is received. The followup, in the format shown in appendix A19 and including a reproduction of the original request document, will be mailed 30 days from the cutoff date of the validation request.

Q. ACCOMPLISHING ACKNOWLEDGMENT OF A VALIDATION REQUEST BY THE INTERNATIONAL LOGISTICS CONTROL OFFICE

1. An ILCO in receipt of validation request documents intended for another ILCO will forward the documents by airmail to the intended ILCO when known; otherwise, the documents will be returned immediately to the submitting supply source.

2. The ILCO will acknowledge receipt of the MOV request documents by entering the receipt date in the prescribed block of the transmittal letter with appropriate signature of the recipient and returning the letter to the activity from which it was received. Such acknowledgment will be accomplished immediately upon receipt of the validation request documents.

3. An ILCO not receiving listings and which does not receive the total number of documents indicated as having been transmitted by letters of transmittal, should include the document numbers of the documents actually received with their acknowledgments of validation requests. In these instances, the supply source will be required to determine the documents not received and transmit them to the ILCO under a letter of transmittal.

4. An ILCO receiving listings with the validation request documents and not in receipt of all documents indicated on the listings will prepare a request document for each document entry on the listings for which a request document was not received.

R. ACCOMPLISHING MATERIEL OBLIGATION VALIDATION BY THE ARMY AND AIR FORCE INTERNATIONAL LOGISTICS CONTROL OFFICES

1. The ILCO receiving the validation requests will match the items indicated as being on record at the supply source with its records of unfilled demands and provide the SAOS with validation request documents which represent quantities/items:

a. In the validation requests received from the supply source. (The ILCO will not attempt to adjust quantity differences between the ILCO record and the supply source record.)

b. On the ILCO record, having reached the validation age criterion and not included with request documents furnished by the supply source. (Service implementation of these procedures will contain the provisions whether the SAOS will be provided with validation request documents and/or listings.) The ILCO records will be adjusted based upon the responses received from the SAOs.

2. Services may elect to have their ILCO enter the program originator code in rp 7 of DI AN request transactions transmitted to SAOS for validation. Entry of this code will enable the SAO to determine the specific section to which the requests are to be directed. In these instances, the following codes are applicable:

<u>CODE</u>	<u>PROGRAM ORIGINATOR</u>
B	SAO (Army)
P	SAO (Navy)
D	SAO (Air Force)
K	SAO (Marine Corps)

(These codes will not be perpetuated in DI AP_ response documents transmitted to the supply source.)

3. The validation request documents and/or listings will be airmailed to the appropriate SAO not later than 45 days after the scheduled cutoff date. The time between the cutoff date and the 45 days for mailing the request documents to the SAOS is that time allowed for:

a. Transmission of the request documents from the supply source to the ILCO.

b. The ILCO establishment of suspense records of the supply source request quantities and preparation of validation request documentation for transmission to the SAOs. The documents will be transmitted to the SAO under cover of the validation request transmittal letter contained in appendix A20. The transmittal letter should include provisions whereby the recipient will acknowledge receipt of the document and return annotations to arrive at the ILCO within 90 days after the cutoff for validation.

4. The ILCO will follow up on the appropriate SAO when no acknowledgment of the requests is received. The followup, in the format shown in appendix A21 and including a reproduction of the original request documents, will be airmailed 65 days from the cutoff date of the validation requests.

S. ACCOMPLISHING MATERIEL OBLIGATION VALIDATION BY THE NAVY INTERNATIONAL LOGISTICS CONTROL OFFICE

1. The NAVILCO will match the items indicated as being on record at the supply source with its records of unfilled demands and effect a file reconciliation. The NAVILCO will prepare response documents (DI AP_) using the format contained in appendix C26 for each reconciliation request transaction received from the supply source. The responses will be transmitted to the supply source having submitted the validation requests. The response will serve to advise the supply source as to whether the items should be canceled or requirements still exist and the

items should be continued as materiel obligations. Responses to validation requests will be furnished supply sources by 15 March for the first cycle and 15 September for the second cycle.

2. The quantity field of the DI AP_ response document will indicate the quantity still required. If total cancellation is desired, the quantity field will be zero filled.

3. A followup, either in the DI AT_ or AF_ series, will be submitted for items outstanding on NAVILCO records for which no DI AN_ request document was received from the supply source.

T. NAVY INTERNATIONAL LOGISTICS CONTROL OFFICE INITIATION OF RECONCILIATION/VALIDATION WITH SECURITY ASSISTANCE ORGANIZATIONS

1. Annually, on 16 September, the NAVILCO will prepare reconciliation request documents in the format of appendix c23 which represent unfilled requisitions with dates of 31 July or earlier.

2. The NAVILCO will enter the program originator code in rp 7 of DI AN_ reconciliation request documents transmitted to SAOS for validation. This code will enable the SAO to determine the specific section to which the requests are to be directed. In these instances, the codes shown in paragraph R. 2. are applicable.

3. The validation request documents and/or listings will be airmailed to the appropriate SAO not later than 26 September. The documents will be transmitted to the SAO under cover of the validation request transmittal letter contained in appendix A20. The transmittal letter includes provisions whereby the recipient will acknowledge receipt of the document (s) and return annotations by 31 October.

4. The ILCO will follow up on the appropriate SAO when no acknowledgment of the reconciliation requests is received. The followup, in the format shown in appendix A21 and including a reproduction of the original request documents, will be airmailed on 10 October.

U. ACCOMPLISHMENT OF ACKNOWLEDGMENT OF LISTINGS/DOCUMENTS BY SECURITY ASSISTANCE ORGANIZATIONS

1. SAOS in receipt of validation request documents intended for other recipients will forward the documents by airmail to the intended recipients, when known; otherwise, the documents will be returned immediately to the submitting ILCO.

2. The SAOS will acknowledge receipt of the request documents by entering the receipt date in the prescribed block of the transmittal letter, with appropriate signature of the recipient, and returning the letter to the ILCO from which it was received. Such acknowledgment will be accomplished immediately upon receipt of the validation request documents.

V. VALIDATION OF REQUIREMENTS BY THE SECURITY ASSISTANCE ORGANIZATIONS

1. The SAOS receiving the validation request documents/listings will determine whether requirements for the items and quantities still exist. The SAOS will also determine whether requirements exist for items/quantities, having reached the age criteria and not included with the validation request transactions. Once the validation of requirements is completed, the SAOS will adjust their records to reflect the need of the country for the items/quantities.

2. SAOS will request status of any items which are outstanding, having met the age criteria and not included in the materiel obligation validation requests. When such status is required, the SAO will furnish the appropriate ILCO with a followup document utilizing DI AF1.

3. The SAO will annotate a copy of the listing on each DI AN_ document, as appropriate, to indicate:

a. The quantity of each item still required (if DI AN documents are used, entry will be made in data block 8), and

b. The quantity of the item received "to date," if any (if DI AN_ documents are used, entry will be made in block U of the remarks block) .

4. SAOS will airmail annotations to the appropriate ILCO. For USASAC and AFLC, these annotations must be forwarded to arrive no later than the date specified in the letter of transmittal which is 35 days prior to the response due date contained in rp 75-77 of the request transactions. For NAVILCO, these annotations must arrive no later than 31 October.

W. RESPONSE To MATERIEL OBLIGATION VALIDATION REQUESTS BY THE ARMY AND AIR FORCE INTERNATIONAL LOGISTICS CONTROL OFFICES

1. Upon receipt of the responses from the SAOS, the ILCO will adjust its records to agree with country requirements indicated by the response documents. The ILCO will then prepare response documents (D I AP_) , using the appendix C26 format for each reconciliation request transaction received from the supply source. The responses will be transmitted to the supply source having submitted the validation requests. The response will serve to advise the supply source as to whether the items should be canceled or requirements still exist and the items should be continued as materiel obligations. Responses to validation requests are required to be furnished the supply source by the reply due date contained in rp 75-77 of the validation request documents. The reply due date will be established as the 125th day following the cutoff date for validation. The cutoff date will be entered in rp 71-73 of the validation request documents.

2. The quantity field of the DI AP_ response document will indicate the quantity still required and the advice code field will be left blank. If total cancellation is desired, the quantity field will be zero filled.

3. A followup, either in the DI AT_ or AF_ series, will be submitted for items outstanding on the ILCO records, indicated as required by the SAO, and for which no DI AN_ request document was received from the supply source.

X. NAVY INTERNATIONAL LOGISTICS CONTROL OFFICE ACTION ON SECURITY ASSISTANCE ORGANIZATION RESPONSES

1. Upon receipt of the responses from the SAOs, NAVILCO will adjust its records to agree with country requirements indicated by the response documents. Cancellation requests will be submitted to the supply source on those unshipped lines for which the SAO indicated a reduced quantity requirement. Action will be initiated to resolve unreconciled lines for which the SAO indicated a requirement. NAVILCO will provide appropriate supply and shipment status to the SAOs.

2. By 30 November, the cancellation requests, prepared in the format contained in appendix c6, will be transmitted to the last known source processing the corresponding requisition.

3. NAVILCO will maintain a record of confirmed cancellations received in response to cancellation requests submitted as a result of reduced quantity requirements indicated by SAOS.

4. NAVILCO will prepare a report of the number of lines reconciled with the SAO, *the number and value of SAO requested quantity reductions* and the number and value of confirmations received as of 31 December. Two copies of the report will be submitted to the appropriate Service headquarters for review and submission to OASD.

Y. INTERNATIONAL LOGISTICS CONTROL OFFICE CANCELLATION OF MATERIEL OBLIGATIONS

1. The supply source will cancel materiel obligation items upon receipt of cancellation requests or indication of need for lesser quantities from the ILCO. (When there is no record of the item, at time of receipt of response documents, the response card will be matched with the requisition history file to determine the latest status of the item or action taken to accomplish cancellation action and provide the ILCO with supply or shipment status as appropriate.) In the event procurement, rebuild, or other expense has been incurred and must be billed to MAP for an individual item being canceled, the supplying S/A will take action under DoD 5105. 38-M, part II, chapter H (reference (t)) .

2. The supply source will furnish to the ILCO, for which validation requests were submitted, a supply status document containing Status Code BR for each item and/or quantity canceled as a result of validation actions. The ILCO should not consider any quantity canceled until confirming BR status is received.

3. The supply source will not automatically cancel items for which materiel obligations were established when no DI AP_ response has been received relative to specific items/documents submitted for validation.

(RESERVED)